

PERAC

COMMONWEALTH OF MASSACHUSETTS | PUBLIC EMPLOYEE RETIREMENT ADMINISTRATION COMMISSION

PHILIP Y. BROWN, ESQ., *Chairman*

JOSEPH E. CONNARTON, *Executive Director*

Auditor SUZANNE M. BUMP | KATE FITZPATRICK | ELIZABETH FONTAINE | JOHN B. LANGAN | JAMES M. MACHADO | ROBERT B. MCCARTHY

MEMORANDUM

TO: Essex Regional Retirement Board
FROM: Joseph E. Connarton, Executive Director
RE: Appropriation for Fiscal Year 2017
DATE: November 30, 2015

Required Fiscal Year 2017 Appropriation: **\$30,408,552**

This Commission is hereby furnishing you with the amount to be appropriated for your retirement system for Fiscal Year 2017 which commences July 1, 2016.

Attached please find summary information based on the present funding schedule for your system and the portion of the Fiscal Year 2017 appropriation to be paid by each of the governmental units within your system.

The amount above assumes appropriations will be made in equal installments on July 1 and January 1. Some units make the appropriation in full on July 1. The allocation shows the figures for each unit on both bases.

The current schedule is/was due to be updated by Fiscal Year 2017.

If you have any questions, please contact PERAC's Actuary, Jim Lamenzo, at (617) 666-4446 Extension 921.

Attachments



Essex Regional Retirement Board

Projected Appropriations

Fiscal Year 2017 - July 1, 2016 to June 30, 2017

Aggregate amount of appropriation: **\$30,408,552**

Fiscal Year	Estimated Cost of Benefits	Funding Schedule (Excluding ERI)	ERI	Total Appropriation	Pension Fund Allocation	Pension Reserve Fund Allocation	Transfer From PRF to PF
FY 2017	\$34,627,045	\$29,863,132	\$545,420	\$30,408,552	\$30,408,552	\$0	\$4,218,493
FY 2018	\$36,268,206	\$31,991,031	\$546,120	\$32,537,151	\$32,537,151	\$0	\$3,731,055
FY 2019	\$37,988,805	\$34,267,899	\$546,852	\$34,814,751	\$34,814,751	\$0	\$3,174,054
FY 2020	\$39,792,686	\$37,040,938	\$210,846	\$37,251,784	\$37,251,784	\$0	\$2,540,902
FY 2021	\$41,683,881	\$39,840,848	\$18,561	\$39,859,409	\$39,859,409	\$0	\$1,824,472

The Total Appropriation column shown above is in accordance with your current funding schedule and the scheduled payment date(s) in that schedule. Whenever payments are made after the scheduled date(s), the total appropriation should be revised to reflect interest at the rate assumed in the most recent actuarial valuation. Payments should be made before the end of the fiscal year.

For illustration, we have shown the amount to be transferred from the Pension Reserve Fund to the Pension Fund to meet the estimated Cost of Benefits for each year. If there are sufficient assets in the Pension Fund to meet the Cost of Benefits, this transfer is optional.

Essex Regional Retirement System FY17 Appropriation by Governmental Unit

Aggregate amount for appropriation for the Pension Fund:	\$29,863,132
Aggregate amount for appropriation for the Pension Reserve Fund:	\$0
Aggregate additional appropriation for the E.R.I.:	\$545,420

<u>UNIT</u>	<u>PEN.FND.</u> <u>APP %</u>	<u>PENSION FUND.</u> <u>APPROP.</u>	<u>PENSION RES.</u> <u>FUND APPROP.</u>	<u>ADD'L. APP.</u> <u>FOR E.R.I.</u>	<u>TOTAL</u> <u>APPROP.</u>	<u>APPROP</u> <u>PAID JULY 1</u>
Agricultural School	0.00%	0	0		0	0
Retirement Board	0.36%	107,507	0		107,507	105,458
Town of Boxford	3.67%	1,095,977	0		1,095,977	1,075,092
Town of Essex	1.73%	516,632	0		516,632	506,787
Town of Georgetown	5.14%	1,534,965	0	79,349	1,614,314	1,583,551
Town of Groveland	2.15%	642,057	0	7,495	649,552	637,174
Town of Hamilton	2.75%	821,236	0		821,236	805,586
Town of Ipswich	10.36%	3,093,820	0		3,093,820	3,034,863
Town of Lynnfield	7.88%	2,353,215	0	145,516	2,498,731	2,451,114
Town of Manchester	3.45%	1,030,278	0		1,030,278	1,010,645
Town of Merrimac	2.45%	731,647	0	45,935	777,582	762,764
Town of Middleton	5.08%	1,517,047	0		1,517,047	1,488,138
Town of Nahant	2.14%	639,071	0		639,071	626,893
Town of Newbury	1.96%	585,317	0		585,317	574,163
Town of North Andover	15.13%	4,518,293	0		4,518,293	4,432,191
Town of Rockport	5.45%	1,627,541	0	7,978	1,635,519	1,604,352
Town of Rowley	2.86%	854,086	0		854,086	837,810
Town of Salisbury	3.70%	1,104,936	0	102,456	1,207,392	1,184,384
Town of Topsfield	3.54%	1,057,155	0		1,057,155	1,037,009
Town of Wenham	2.04%	609,208	0		609,208	597,599
Town of West Newbury	1.88%	561,427	0	29,416	590,843	579,584
East.Essex Vet.Dist.	0.09%	26,877	0		26,877	26,365
No.And.-Box.Vet.Dist.	0.00%	0	0		0	0
North Essex Vet.Dist.	0.00%	0	0		0	0
Byfield Water Dist.	0.07%	20,904	0		20,904	20,506
Lynnfld.Ctr.Wat.Dist.	0.24%	71,672	0		71,672	70,306
Lynnfield Water Dist.	0.23%	68,685	0		68,685	67,376
NE Mass Mosq.Cont.	0.51%	152,302	0		152,302	149,400

In accordance with your funding schedule, appropriations are due July 1 and January 1. Whenever payments are made at a date one month or more before the scheduled date or whenever payments are made one month or more after the scheduled date, PERAC's actuary should be contacted so that a revised amount can be calculated. Payments will be adjusted with interest at the rate assumed in the actuarial valuation used as the basis for your schedule. In no case may payments be made at a date beyond this fiscal year.

Essex Regional Retirement System FY17 Appropriation by Governmental Unit

Aggregate amount for appropriation for the Pension Fund:	\$29,863,132
Aggregate amount for appropriation for the Pension Reserve Fund:	\$0
Aggregate additional appropriation for the E.R.I.:	\$545,420

<u>UNIT</u>	<u>PEN.FND. APP %</u>	<u>PENSION FUND APPROP.</u>	<u>PENSION RES. FUND APPROP.</u>	<u>ADD'L. APP. FOR E.R.I.</u>	<u>TOTAL APPROP.</u>	<u>APPROP PAID JULY 1</u>
Ham.-Wen.Reg.School	2.85%	851,099	0		851,099	834,880
Man-Essex Reg. School	1.73%	516,632	0		516,632	506,787
Masconomet Reg.School	1.75%	522,605	0		522,605	512,646
Pentucket Reg.School	3.58%	1,069,100	0	37,680	1,106,780	1,085,689
Triton Reg.School	3.39%	1,012,360	0	30,710	1,043,070	1,023,193
Essex Housing Authority	0.03%	8,959	0	4,084	13,043	12,794
Georgetown Hous.Auth.	0.16%	47,781	0		47,781	46,870
Groveland Hous. Auth.	0.09%	26,877	0		26,877	26,365
Hamilton Hous.Auth.	0.03%	8,959	0		8,959	8,788
Ipswich Housing Auth.	0.35%	104,521	0	27,045	131,566	129,059
Lynnfield Hous.Auth.	0.07%	20,904	0		20,904	20,506
Manchester Hous. Auth.	0.08%	23,890	0		23,890	23,435
Merrimac Hous.Auth.	0.00%	0	0		0	0
Middleton Hous.Auth.	0.05%	14,932	0		14,932	14,647
Nahant Housing Auth.	0.04%	11,945	0	8,069	20,014	19,633
No.Andover Hous.Auth.	0.44%	131,398	0	13,573	144,971	142,208
Rockport Hous.Auth.	0.21%	62,713	0		62,713	61,518
Rowley Hous. Auth.	0.04%	11,945	0		11,945	11,717
Salisbury Hous. Auth.	0.09%	26,877	0		26,877	26,365
Topsfield Hous.Auth.	0.08%	23,890	0		23,890	23,435
Wenham Housing Auth.	0.08%	23,890	0	6,114	30,004	29,432
W. Newbury Hous. Auth.	0.00%	0	0		0	0
TOTAL	100.00%	\$29,863,132	\$0	\$545,420	\$30,408,552	\$29,829,077

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